

Exhibit 7

IN THE UNITED STATES DISTRICT COURT
FOR THE EASTERN DISTRICT OF NORTH CAROLINA
WESTERN DIVISION

UNITED STATES OF AMERICA,

Plaintiff,

vs.

LEONID ISAAKOVICH TEYF,

Defendant.

) Case No.:

) 5:18-CR-00452-FL-1

VIDEOTAPED/VIDEOCONFERENCE DEPOSITION OF

DMITRY GRISHECHKIN

TEL AVIV, ISRAEL

WEDNESDAY, FEBRUARY 26, 2020

3:16 P.M.

REPORTED BY: BRENDA MATZOV, CA CSR 9243

15:43:47 1 Russian stock market.

15:43:49 2 Q. At some point, did Mr. Teyf close
15:43:52 3 his investment account at Intellect Capital?

15:44:03 4 A. Yes.

15:44:03 5 Q. When was that?

15:44:11 6 A. It happened in autumn, in October
15:44:14 7 2008.

15:44:18 8 Q. From the time that Leonid Teyf opened
15:44:20 9 his account in the summer of 2004 until he closed
15:44:25 10 it in October of 2008, how much money did he make
15:44:34 11 profit before taxes?

15:45:00 12 A. This sum amounted to almost 473 million
15:45:07 13 Russian rubles.

15:45:09 14 Q. And about how much is 473 million Russian
15:45:14 15 rubles in U.S. dollars at that time?

15:45:28 16 A. Approximately 7.5 million -- 17.5 million.

15:45:33 17 Q. 17.5 million U.S. dollars?

15:45:44 18 A. Yes.

15:45:45 19 Q. During that period from summer of 2004
15:45:48 20 up until he closed the account in October of 2008,
15:45:52 21 how much net profit, profit after taxes, did Leonid
15:45:58 22 Teyf make through his Intellect Capital investment
15:46:02 23 account?

15:46:25 24 A. Well, to assess the net profit, we need
15:46:29 25 to deduct 13 percent of the income tax. And we

15:46:35 1 got the sum of 411 million rubles.

15:46:40 2 Q. And about how much was 411 million
15:46:47 3 rubles in net profit worth at that time in U.S.
15:46:51 4 dollars?

15:47:04 5 A. It was about 15-and-something million
15:47:08 6 U.S. dollars.

15:47:09 7 Q. One, five million dollars?

15:47:15 8 A. Yes.

15:47:16 9 Q. 15 million U.S. dollars' worth?

15:47:22 10 A. Yes.

15:47:23 11 Q. How did Leonid Teyf make that much
15:47:26 12 profit through this account at Intellect Capital?

15:47:51 13 A. At that time -- the thing is that, at
15:47:54 14 that time, the Russian stock market was at the
15:47:57 15 stage of its building. And given that fact, it
15:48:10 16 was characterized by a disruptive growth, that
15:48:14 17 is to say, he was growing very fast and for a
15:48:18 18 long period of time.

15:48:21 19 Q. Now, Mr. Grischechkin, the translator
15:48:24 20 translated what you said as "disruptive growth."

15:48:28 21 Let me make sure I understand.

15:48:30 22 How would you characterize the growth
15:48:33 23 at the time that Mr. Teyf invested his money
15:48:38 24 in Intellect Capital?

15:49:08 25 A. Stable, very strong. And if we try

15:49:13 1 to give it some emotional tint, you can call
15:49:17 2 it explosive growth.

15:49:20 3 Q. Was it steep growth over the time
15:49:22 4 period that Mr. Teyf was investing?

15:49:35 5 A. Yes. Yes, yes.

15:49:37 6 Q. Did he have good timing with his
15:49:39 7 investment in the Russian stock market?

15:49:40 8 A. Yes.

15:49:49 9 Q. Did Mr. Teyf roll money over from
15:49:56 10 year to year in his investment account?

15:49:59 11 A. Yes, exactly so.

15:50:18 12 Q. And by that, I'm asking: Did he
15:50:20 13 leave most of the profit in the account from
15:50:24 14 year after year?

15:50:28 15 A. Yes. I got you. I understood you.
15:50:37 16 And that is exactly right.

15:50:38 17 Q. How did that affect the amount of
15:50:41 18 money in his account?

15:50:55 19 A. If the client does not withdraw his
15:50:59 20 money but rather re-invests it, it can only
15:51:03 21 affect the final outcome positively.

15:51:10 22 Q. And was that true in this case?
15:51:12 23 Did it affect the final outcome of Mr. Teyf's
15:51:18 24 account positively?

15:51:31 25 A. Yes. Yes. Now, looking back, you

15:51:33 1 can say it 100 percent -- with 100 percent
15:51:38 2 certainty.

15:51:38 3 Q. Did some of the stock positions
15:51:40 4 in his account do especially well?

15:52:00 5 A. You know, as I've mentioned, this
15:52:02 6 period was characterized by a very steep
15:52:06 7 growth of the entire market as a whole.
15:52:23 8 And in this process of such a steep growth,
15:52:28 9 individual stocks would shoot up by hundreds
15:52:32 10 of percent. And we tried to exploit this
15:52:37 11 process as much as we could.

15:52:39 12 Q. Can you give me an example of
15:52:40 13 a stock position that did really well for
15:52:44 14 Mr. Teyf?

15:53:00 15 A. For example, the stocks of the oil
15:53:03 16 company Yukos. In 2004, a very -- very public
15:53:23 17 criminal case was opened, was filed against
15:53:27 18 the owner of the company, Mikhail Khodorkovsky.
15:53:30 19 And on this backdrop, the shares of this company
15:53:54 20 became quite volatile. So we tried to exploit
15:53:58 21 it to our benefit.

15:54:00 22 Q. As part of the team at Intellect
15:54:02 23 Capital on Mr. Teyf's account, were you helping
15:54:05 24 exploit or make recommendations to maximize
15:54:09 25 profits in his account?

16:26:02 1 A. The 27th of October, 2008.

16:26:06 2 Q. And is that the date of the withdrawal

16:26:09 3 that we previously talked about?

16:26:17 4 A. Yes. Exactly.

16:26:18 5 Q. And how much did Leonid Teyf withdraw

16:26:21 6 from his account at Intellect Capital on October

16:26:25 7 27, 2008?

16:26:43 8 A. The sum was 493,500,000 rubles.

16:26:51 9 Q. And, again, about how much was that

16:26:53 10 worth at the time in U.S. dollars?

16:27:04 11 A. A little less than \$19 million.

16:27:07 12 Q. Does defendant's Exhibit 9 show

16:27:13 13 Mr. Teyf's name on there?

16:27:19 14 A. Yes.

16:27:19 15 Q. And would you read his full name

16:27:22 16 into the record?

16:27:24 17 A. Yes.

16:27:26 18 Q. Would you read it for us?

16:27:30 19 A. Teyf, Leonid Isaakovich.

16:27:32 20 Q. Does it show his taxpayer ID number?

16:27:39 21 A. Yes.

16:27:43 22 Q. All right, sir. Turn to defendant's

16:27:45 23 Exhibit 10.

16:27:53 24 A. It's in front of me.

16:27:54 25 Q. Tell us, again, what this document is.